

# **FREEPORT DISTRICT LIBRARY**

Financial Statements

Years Ended June 30, 2007 and 2006

## Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other				Local Unit Name FREEPORT DISTRICT LIBRARY		County BARRY	
Fiscal Year End 6/30/07		Opinion Date 9/11/07		Date Audit Report Submitted to State 9/19/07			

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).


YES  
NO

Check each applicable box below. (See instructions for further detail.)

1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☒ ☐ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☒ ☐ The local unit has adopted a budget for all required funds.
5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☒ ☐ The local unit is free of repeated comments from previous years.
12. ☒ ☐ The audit opinion is UNQUALIFIED.
13. ☒ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

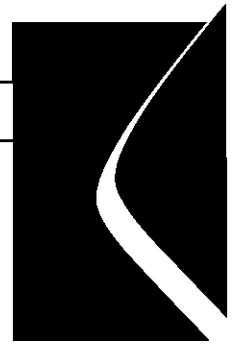
I, the undersigned, certify that this statement is complete and accurate in all respects.

<b>We have enclosed the following:</b>		Enclosed	Not Required (enter a brief justification)	
Financial Statements		<input checked="" type="checkbox"/>		
The letter of Comments and Recommendations		<input type="checkbox"/>	Not applicable	
Other (Describe)		<input type="checkbox"/>		
Certified Public Accountant (Firm Name) MCKEOWN KRAAI & PHILLIPS, PLC			Telephone Number 269-795-7927	
Street Address 500 EDWARD STREET, PO BOX 277			City MIDDLEVILLE	State MI
			Zip 49333	
Authorizing CPA Signature  CPA		Printed Name JAMES A. REPLOGLE		License Number 027211

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McKeown  
Kraai and  
Phillips, PLC

Certified Public  
Accountants

September 11, 2007

The Board of Directors  
Freeport District Library  
Barry County, Michigan

We have audited the accompanying basic financial statements of Freeport District Library, as of June 30, 2007 and 2006 and for the years then ended, as listed in the table of contents. These basic financial statements are the responsibility of Freeport District Library management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of Freeport District Library as of June 30, 2006 and 2005 and the changes in financial position for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The required supplementary information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of Freeport District Library. This information has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

The management discussion and analysis included in the financial section of the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of Freeport District Library. We did not examine this data, and accordingly, do not express an opinion thereon.

As discussed in the Notes, the Library adopted Governmental Accounting Standards Board Statement Number 34 during 2004. Governmental activities report information by individually significant fund, as well as in total on the full accrual basis of accounting.

*McKeown, Kraai & Phillips, PLC*

McKeown, Kraai and Phillips, PLC  
Certified Public Accountants

## MANAGEMENT'S DISCUSSION & ANALYSIS

As management of the Freeport District Library, Freeport, Michigan, we offer readers of the Library's financial statements this narrative overview and analysis of the financial activities of the Library for the fiscal years ended June 30, 2007 and 2006. The analysis focuses on significant financial position, budget changes and variances from the budget, and specific issues related to funds and the economic factors affecting the Library. Please consider the information presented here in conjunction with the Library's financial statements.

The basic financial statements include information that presents two different views of the Library:

- The first column of the financial statements includes information on the Library's General Fund under the modified accrual method. These Fund Financial Statements focus on current financial resources and provide a more detailed view about the accountability of the Library's sources and uses of funds.
- The adjustment items in the financial statements represent adjustments necessary to convert the fund financial statements to the government-wide financial statements under the full accrual method.
- The government wide financial statement columns provide both long-term and short-term information about the Library's overall financial status. The statement of net assets and the statement of activities provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances. These statements tell how these services were financed in the short-term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

### CONDENSED FINANCIAL INFORMATION

	2007	2006
Current assets	\$100,799	\$86,139
Capital assets	6,377	7,312
Total assets	107,176	93,451
Liabilities	-	-
Net assets		
Invested in capital assets, net of debt	6,377	7,312
Unrestricted	100,799	86,139
Total net assets	\$107,176	\$93,451
Revenue		
Property taxes	\$73,971	\$62,162
Other	25,560	22,740
Total revenue	99,531	84,902
Expenses - Library services	85,806	80,089
Change in net assets	\$13,725	\$4,813

### **The Library as a Whole**

The Library's primary source of revenue is from property taxes, which represent 74 and 73 percent of total revenue in 2007 and 2006, respectively.

Salaries and fringes continue to be a significant expense of the Library, representing 51 and 59 percent of the Library's total expenses in 2007 and 2006, respectively.

### **The Library's Fund**

Our analysis of the Library's major fund is included on pages 4 and 5 in the first column of the respective statements. The fund column provides detailed information about the most significant fund, not the Library as a whole. The Library Board has the ability to create separate funds to help manage money for specific purposes, and to maintain accountability for certain activities, such as special property tax millages. The Library's major fund consists solely of the General Fund.

The fund balance of the General Fund increased during the current year by \$14,660. The increase was due in part to receiving a higher than forecasted donations, lower personnel costs and the delay of capital outlays.

### **Library Budgetary Highlights**

Over the course of the year, the Library Board amended the budget to take into account events that occurred during the year. The most significant amendments occurred in private grants, donations and co-operative fees.

The increase in the budgeted revenues was due to the receipt of a Wal-Mart Grant. This grant was awarded to the Library to cover the cost of recorded book materials.

### **Capital Assets**

At the end of the fiscal year, the Library had \$20,993 invested in furniture and equipment. The budgeted amount of \$3,000 was not used in the current year and has been carried forward in the budget to 2008.

### **Economic Factors and Next Year's Budgets and Rates**

There are currently no plans on grant applications for the upcoming budget year. It is anticipated due to the renewal of the August 2006 millage that the current income will be sufficient to cover expenses without any other adjustments.

### **Contacting the Library's Management**

This financial report is intended to provide our citizens, taxpayers, customers and investors with a general overview of the Library's finances and to show the Library's accountability for the money it receives. If you have any questions about this report or need additional information, we welcome you to call the library director, Joanne Hesselink at (616) 765-5181 or email her at [fre@llcoop.org](mailto:fre@llcoop.org).

**GOVERNMENTAL FUND BALANCE SHEETS - STATEMENTS OF NET ASSETS****FREEPORT DISTRICT LIBRARY**

June 30, 2007 and 2006

	2007		2006	
	General Fund Modified Accrual Basis	Statement of Net Assets	General Fund Modified Accrual Basis	Statement of Net Assets
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$17,493	\$17,493	\$30,273	\$30,273
Investments	81,333	81,333	54,049	54,049
Receivables				
Taxes and aid	1,973	1,973	1,817	1,817
Adjustments for GASB #34:				
Capital assets	-	6,377	-	7,312
Total assets	\$100,799	\$107,176	\$86,139	\$93,451
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	\$ -	\$ -	\$ -	\$ -
<b><u>FUND BALANCE / NET ASSETS</u></b>				
Fund balances				
Unreserved-undesignated	\$100,799	\$100,799	\$86,139	\$86,139
Designated	-	-	-	-
Total fund balance	100,799	100,799	86,139	86,139
Total liabilities and fund balance	\$100,799	\$100,799	\$86,139	\$86,139
Net assets				
Adjustments for GASB #34:				
Unrestricted	\$ -	\$ -	\$ -	\$ -
Capital assets	-	6,377	-	7,312
Total net assets	\$100,799	\$107,176	\$86,139	\$93,451

*See accompanying auditors' report and notes to financial statements.*

**STATEMENTS OF GOVERNMENTAL REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
STATEMENTS OF ACTIVITIES**

**FREEPORT DISTRICT LIBRARY**

June 30, 2007 and 2006

	2007		2006	
	General Fund Modified Accrual Basis	Statement of Net Assets	General Fund Modified Accrual Basis	Statement of Net Assets
Revenue				
Property tax	\$73,971	\$73,971	\$62,162	\$62,162
Penal fines	9,118	9,118	9,876	9,876
Private grant	400	400	1,000	1,000
State aid	3,962	3,962	3,621	3,621
Library fines and fees	3,951	3,951	3,764	3,764
Contributions and donations	5,693	5,693	3,275	3,275
Interest on investments	2,436	2,436	1,204	1,204
Total revenue	99,531	99,531	84,902	84,902
Expenditures				
Wages and fringes	51,106	51,106	47,917	47,917
Books and materials	11,765	11,765	10,926	10,926
Programs	968	968	1,771	1,771
Lakeland library fees	10,269	10,269	10,074	10,074
Supplies	3,800	3,800	2,582	2,582
Rent and insurance	3,389	3,389	3,337	3,337
Telephone	533	533	461	461
Workshops and mileage	1,051	1,051	419	419
Audit fees	1,500	1,500	1,500	1,500
Miscellaneous	490	490	133	133
Capital outlay	-	-	2,000	-
Depreciation	-	880	-	969
Loss on asset disposal	-	55	-	-
Total expenditures	84,871	85,806	81,120	80,089
Excess of revenue over (under) expenditures/ change in net assets	14,660	13,725	3,782	4,813
Fund balance - beginning of year	86,139	93,451	82,357	88,638
Fund balance - end of year	\$100,799	\$107,176	\$86,139	\$93,451

*See accompanying auditors' report and notes to financial statements.*



## **NOTES TO FINANCIAL STATEMENTS**

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### **FREEPORT DISTRICT LIBRARY**

June 30, 2007

#### **NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the Freeport District Library conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of significant accounting policies used by the Freeport District Library:

In June 1999, the GASB issued Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. Certain of the significant changes in the Statement include the following:

- A Management's Discussion and Analysis (MD&A) section providing an analysis of the Library's overall financial position and results of operations
- Financial statements prepared using full accrual accounting for all of the Library's activities

These and other changes are reflected in the accompanying financial statements (including notes to the financial statements).

#### **Reporting Entity**

The Library is located in the Village of Freeport, Michigan and is governed by an appointed six-member board. The Library is primarily funded through a tax levy, state aid and grants, fines and fees, and charitable contributions. Revenue is used to operate and staff the Library. The accompanying basic financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. Based on the significance of any operational or financial relationships with the Library, there are no component units to be included in these financial statements.

#### **Measurement Focus/Basis of Accounting**

The Library's basic financial statements include both government-wide (reporting the Library as a whole) and fund financial statements (reporting the Library's major funds).

## **NOTES TO FINANCIAL STATEMENTS (Continued)**

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### **FREEPORT DISTRICT LIBRARY**

June 30, 2007

## **NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### **Government-Wide and Fund Financial Statements**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The statement of net assets includes and recognizes all long-term assets and receivables as well as long-term debt and obligations. The Library's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) charges to library patrons who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meet the operational or capital requirements of a particular function or segment. Taxes and other items are not properly included among program revenues, and are reported instead as general revenue.

### **Fund Financial Statements**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Library considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

The Library reports the following major governmental funds:

The General Fund is the Library's primary operating fund. It accounts for all financial resources of the Library, except those required to be accounted for in another fund.

## **NOTES TO FINANCIAL STATEMENTS (Continued)**

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### **FREEPORT DISTRICT LIBRARY**

June 30, 2007

### **NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **Assets, Liabilities, and Net Assets or Equity**

Bank Deposits and Investments - Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

Receivables - Taxes - The Library's property taxes are levied and become a lien on each December 1 based on the taxable valuation of property located in the Library's service area as of the preceding December 31. These taxes are collected by the Townships and are due on February 28. After that date, they are added to the county delinquent tax rolls.

The 2006 and 2005 State taxable valuation of the Library totaled \$146,263,186 and \$136,786,755, respectively, on which ad valorem taxes levied consisted of .5 and .4585 mills for Library operating purposes, raising \$73,971 and \$62,162, respectively. This amount is recognized in the financial statements as property tax revenue.

The delinquent real property taxes of the Library are purchased by Barry County. The County intends to sell tax notes, the proceeds of which will be used to pay the Library for these property taxes.

Capital Assets - Capital assets are defined by the Library as assets with an initial cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost. Donated assets are reported at estimated fair market value at the date of donation. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided by the straight-line basis over the following useful lives:

Furniture	10 years
Equipment	7 years
Computer Equipment	3 years

Fund Balance - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

***NOTES TO FINANCIAL STATEMENTS (Continued)***

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**FREEPORT DISTRICT LIBRARY**

June 30, 2007

***NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)***

**Budgets, Budgetary Accounting and Budget Basis of Accounting**

Budgets are adopted for all governmental fund types, as required by law. Budgets for the general fund are adopted at the line item level and reported in the budgetary comparison schedule at this level. The Library uses the same basis of accounting for budgeting purposes as for financial statement presentation.

**Encumbrance Accounting**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by Freeport District Library.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**FREEPORT DISTRICT LIBRARY**

June 30, 2007

**NOTE B - BALANCE SHEET - CASH AND INVESTMENTS**

Michigan Compiled Laws Section 129.91, authorizes the Library to deposit and invest in the accounts of Federally insured banks, credit unions and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan.

The Library has designated one bank for the deposit of Freeport District Library funds. The Freeport District Library has adopted an investment policy in accordance with Public Act 196 of 1997 authorizing investments in bonds and securities of the United States government, bank accounts and certificates of deposit, and commercial paper rated at the highest classification.

The Library's deposits and investments are in accordance with statutory authority.

At year-end, the Freeport District Library's deposits and investments were reported in the basic financial statements as follows:

<u>Deposit</u>	2007		2006	
	Carrying Amount	Bank Balance	Carrying Amount	Bank Balance
Insured (FDIC)	\$98,824	\$108,463	\$84,321	\$95,024
Uninsured	-	-	-	-
Total deposits	\$98,824	\$108,463	\$84,321	\$95,024
Cash and cash equivalents	\$17,493	\$27,132	\$30,273	\$40,976
Investments in certificated of deposit with a maturity greater than three months	81,331	81,331	54,048	54,048
Total deposits	\$98,824	\$108,463	\$84,321	\$95,024

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**FREEPORT DISTRICT LIBRARY**

June 30, 2007

**NOTE C - CAPITAL ASSETS**

Capital asset activity for the current year was as follows:

	Balance <u>6/30/06</u>	Additions	Retirements	Balance <u>6/30/07</u>
Capital assets being depreciated				
Furniture and fixtures	\$15,853	\$ -	\$ -	\$15,853
Equipment	6,239	-	1,099	5,140
Total capital assets	22,092	-	-	20,993
Less accumulated depreciation	14,780	880	1,044	14,616
Net capital assets	\$7,312	(\$880)	\$55	\$6,377

Depreciation expense was charged to programs as follows:

	<u>2007</u>	<u>2006</u>
Governmental activities		
Recreational and cultural	\$880	\$969
Total governmental activities	\$880	\$969

**NOTE D - RISK MANAGEMENT**

The Library is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries. The Library has purchased commercial insurance for property and equipment damage and theft.

Settled claims for the commercial insurance have not exceeded the amount of coverage in any of the past three years. There is no reduction in coverages obtained through commercial insurance during the past year.

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**FREEPORT DISTRICT LIBRARY**

June 30, 2007

**NOTE E - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

Total fund balance and the net change in fund balances of the Library's governmental fund differs from net assets and changes in net assets of the governmental activities reported in the statement of net assets and statement of activities. This difference primarily results from the long-term focus of the statement of net assets and statement of activities versus the current financial resources focus of the governmental fund balance sheet and statement of revenue, expenditures, and change in fund balance.

The following is a reconciliation of fund balance to net assets:

	<u>2007</u>	<u>2006</u>
Total fund balance - modified accrual basis	<b>\$100,799</b>	\$86,139
Amounts reported in the statement of net assets are different because:		
Capital assets are not financial resources, and are not reported in the funds	<u>6,377</u>	<u>7,312</u>
Net assets of general fund - full accrual basis	<u><b>\$107,176</b></u>	<u>\$93,451</u>

The following is a reconciliation of the net change in fund balance to the net change in net assets:

Net change in fund balances - modified accrual basis	<b>\$14,660</b>	\$3,782
Amounts reported in the statement of net activities are different because:		
Capital outlays are reported as expenditures in the statement of revenue, expenditures, and changes in fund balance; in the statement of activities, these costs are allocated over their estimated useful lives as depreciation		
Depreciation	(880)	(969)
Capital outlays	-	2,000
Loss on disposal of assets	<u>(55)</u>	<u>-</u>
Change in net assets of general fund - full accrual basis	<u><b>\$13,725</b></u>	<u>\$4,813</u>

SUPPLEMENTARY  
INFORMATION



***BUDGETARY COMPARISON SCHEDULE - GENERAL FUND*****FREEPORT DISTRICT LIBRARY**

June 30, 2007

	Original Budget	Final Amended Budget	Actual	Variance with Amended Budget
Revenue				
Property tax	\$73,000	\$73,000	\$73,971	\$971
Penal fines	9,000	9,000	9,118	118
State aid	3,600	3,600	3,962	362
Private grant	-	400	400	-
Library fines and fees	3,200	3,200	3,951	751
Contributions and donations	1,600	1,600	5,693	4,093
Interest on investments	1,200	1,200	2,436	1,236
Total Revenue	91,600	92,000	99,531	7,531
Expenditures				
Wages and fringes	54,500	54,500	51,106	3,394
Books and materials	12,000	12,100	11,765	335
Programs	1,000	1,000	968	32
Lakeland Library fees	10,100	10,400	10,269	131
Supplies	2,800	3,800	3,800	-
Rent and insurance	3,500	3,500	3,389	111
Telephone	600	600	533	67
Workshops and mileage	1,100	1,100	1,051	49
Audit fees	1,500	1,500	1,500	-
Miscellaneous	500	500	490	10
Capital outlay	4,000	3,000	-	3,000
Total Expenditures	91,600	92,000	84,871	7,129
Excess of revenue over expenditures	-		14,660	14,660
Fund balance - beginning of year	86,139	86,139	86,139	-
Fund balance - end of year	<u>\$86,139</u>	<u>\$86,139</u>	<u>\$100,799</u>	<u>\$14,660</u>

***BUDGETARY COMPARISON SCHEDULE - GENERAL FUND*****FREEPORT DISTRICT LIBRARY**

June 30, 2006

	Original Budget	Final Amended Budget	Actual	Variance with Amended Budget
Revenue				
Property tax	\$62,500	\$62,500	\$62,162	\$(338)
Penal fines	8,100	9,876	9,876	-
State aid	4,350	4,350	3,621	(729)
Wal-mart grant	-	1,000	1,000	-
Library fines and fees	3,250	3,250	3,764	514
Contributions and donations	1,800	1,800	3,275	1,475
Interest on investments	800	800	1,204	404
Total Revenue	80,800	83,576	84,902	1,326
Expenditures				
Wages and fringes	52,000	50,000	47,917	2,083
Books and materials	9,000	11,000	10,926	74
Programs	400	1,800	1,771	29
Lakeland Library fees	10,000	10,000	10,074	(74)
Supplies	2,500	2,600	2,582	18
Rent and insurance	3,350	3,350	3,337	13
Telephone	450	500	461	39
Workshops and mileage	600	600	419	181
Audit fees	2,400	1,500	1,500	-
Miscellaneous	100	450	133	317
Capital outlay	-	2,776	2,000	776
Total Expenditures	80,800	84,576	81,120	3,456
Excess of revenue over expenditures	-	(1,000)	3,782	4,782
Fund balance - beginning of year	82,357	82,357	82,357	-
Fund balance - end of year	\$82,357	\$81,357	\$86,139	\$4,782